

DAILY MARKETS OVERVIEW

24 FEBRUARY 2019

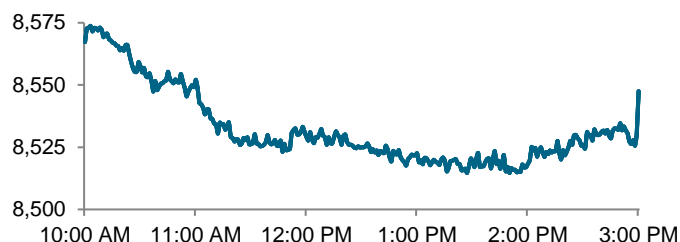
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,547	-0.2	-0.9	9.2	18.5
Saudi (NOMU)	3,440	-0.4	0.3	36.5	9.1
Energy	4,571	-0.3	-0.2	-5.7	24.9
Materials	5,653	-0.1	-0.7	7.6	18.0
Capital Goods	3,906	-1.2	-2.4	0.1	22.3
Com. & Prof. Svc	4,283	-0.1	-1.5	3.5	18.3
Transportation	3,614	-0.2	0.8	3.9	19.7
Cons. Durables & Apparel	3,661	-0.8	-1.9	-0.1	NA
Consumer Services	3,226	0.1	1.8	9.5	NA
Media	10,276	-0.5	-0.4	1.0	NA
Retailing	6,609	-0.6	-2.1	-3.7	32.1
Food & Staples Retailing	5,663	0.2	-1.4	-4.7	23.0
Food & Beverages	4,417	-0.1	-1.4	13.6	NA
Health Care Equipment	3,767	0.2	0.7	0.3	20.3
Pharma, Biotech & Life Science	3,674	-0.5	-1.2	-5.3	25.6
Banks	8,208	-0.4	-1.2	13.8	14.2
Diversified Financials	3,621	-0.4	-0.8	4.1	NA
Insurance	4,261	0.6	1.2	2.1	NA
Telecommunication	5,917	0.2	-1.2	9.5	18.4
Utilities	3,706	-0.3	-0.2	10.0	37.1
REITs	3,620	0.3	0.8	-0.1	NA
Real Estate	3,307	-0.4	-0.6	2.5	38.4

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
MEFIC REIT Fund	8.66	3.5%	10
Al-EtiHAD Cooperative Insurance Co.	25.80	3.2%	47
Emaar The Economic City	9.91	2.7%	26
Saudi Cable Co.	48.40	2.1%	37
National Medical Care Co.	47.65	1.8%	17

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Rabigh Refining and Petrochemical	19-Feb	4Q18	-105.1	nm	-0.12	NA
EtiHAD Etisalat Co.	18-Feb	4Q18	80.0	144.0	0.10	BEAT
Arab National Bank	17-Feb	4Q18	684.3	7.9	0.68	MISS
Jabal Omar Development	17-Feb	4Q18	-0.3	nm	0.00	NA
Yamama Cement	14-Feb	4Q18	7.0	-43.2	0.03	BEAT

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 24, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.2% lower at 8,547, while NOMU ended 0.4% lower at 3,440 on Thursday. TASI traded value totaled SAR 1.7bn and averaged SAR 2.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 33.1% of the daily traded value.
- Banks and Materials lost 0.4% and 0.1%, respectively. Telecom ended 0.2% higher. Insurance (up 0.6%) was the best sector performer. Among stocks, MEFIC REIT Fund (4346/MEFIREI AB), Al-EtiHAD Cooperative Insurance Co. (8170/ALETIHAD AB), and Emaar The Economic City (4220/EMAAR AB) led the gainers.
- Advanced Petrochemical Co.'s (2330/APPC AB) propylene plant will shut down for a maximum of ten days starting from February 22, 2019 to perform essential assessment for critical reliability improvements. (Source: Argaam)
- Saudi Aramco and the Russian Direct Investment Fund (RDIF) have agreed on the main terms of investment in Novomet Group. (Source: Argaam)
- Saudi Aramco has signed three MoUs aimed at expanding its downstream presence in the Zhejiang province, one of the most developed regions in China. (Source: Trade Arabia)
- KSA's Public Investment Fund (PIF) and its technology partners are exploring a potential investment of USD 10bn (SAR 37.5bn) in India. (Source: Argaam)
- Saudi Entertainment Ventures (SEVEN), a wholly-owned subsidiary of the Public Investment Fund (PIF), has inked an agreement with Al-Oula Real Estate Development Co. to expand network of AMC cinemas in the country. (Source: Argaam)
- National Water Co. (NWC) has undertaken 22 projects year-to-date (YTD) at a total value exceeding SAR 1.0bn (USD 266mn). NWC has 906 ongoing water and sewage projects worth SAR 45.2bn (USD 12.1bn). (Source: Argaam)
- Saudi Ground Services Co. (4031/SGS AB) and Jabal Omar Development Co. (4250/JOMAR AB) have extended the non-binding memorandum of understanding (MoU) to study building a new passenger terminal at King Abdulaziz International Airport and Taif Regional Airport. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabian Amiantit Co.	6.11	-9.8%	68
Abdullah A. M. Al-Khodari Sons Co.	4.74	-2.9%	19
Al Sorayai Trading and Industrial Group Co.	13.10	-2.7%	6
Saudi Real Estate Co.	12.58	-2.2%	10
Red Sea International Co.	15.32	-2.2%	1

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	100.80	-0.2%	196
Saudi Basic Industries Corp.	123.40	-0.3%	165
Alinma Bank	24.08	0.2%	91
Saudi Arabian Amiantit Co.	6.11	-9.8%	68
Al-EtiHAD Cooperative Insurance Co.	25.80	3.2%	47

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,634	0.1	4.0	4.1	8.4
Abu Dhabi (ADX)	5,098	0.7	1.2	3.7	14.3
Kuwait (KSE)	5,251	0.3	-0.1	1.3	17.5
Qatar (QE)	10,192	1.1	2.5	-1.0	14.5
Oman (MSM)	4,056	0.0	-1.3	-6.2	8.4
Bahrain (BSE)	1,405	0.0	2.4	5.1	9.0
DJMENA Index	588	0.0	0.5	5.7	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,793	0.6	0.6	11.4	18.5
US (NASDAQ 100)	7,528	0.9	0.7	13.4	21.3
UK (FTSE 100)	7,179	0.2	-0.8	6.7	15.7
Germany (DAX)	11,458	0.3	1.4	8.5	13.0
France (CAC 40)	5,216	0.4	1.2	10.3	17.6
Russia (MICEX)	2,489	0.7	-0.1	5.0	5.3
Japan (Nikkei)	21,426	-0.2	2.5	7.0	15.8
Hong Kong (HSI)	28,816	0.7	3.3	11.5	10.9
South Korea (KOSPI)	2,231	0.1	1.6	9.3	10.9
China (SHCOMP)	2,804	1.9	4.5	12.4	13.3
India (NIFTY)	10,792	0.0	0.6	-0.7	24.3
Brazil (IBOV)	97,886	1.0	0.4	11.4	20.6
Turkey (BIST 100)	1,03,186	0.7	0.5	13.1	7.0
Egypt (EGX30)	15,147	0.0	1.1	16.2	NA
MSCI Emerging Markets	1,059	0.7	2.7	9.6	12.8
MSCI World	2,087	0.5	1.0	10.8	17.1

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	67.1	0.1	1.3	24.8	1.1
Natural Gas (\$/mmbtu)	2.7	0.7	3.5	-7.6	-7.3
Gold (\$/oz)	1,328	0.3	0.5	3.6	-0.3
Silver (\$/oz)	15.9	0.7	0.9	2.8	-4.2
Platinum (\$/oz)	843	2.4	4.3	5.9	-15.5
Copper (\$/t)	6,519	1.9	5.3	9.6	-8.5
Zinc (\$/t)	2,743	1.4	3.5	8.9	-23.2
Lead (\$/mt)	2,059	0.7	-0.4	2.5	-18.4
Wheat (\$/bu)	492	0.2	-3.0	-2.3	-8.4
Corn (\$/bu)	385	0.1	0.5	2.5	-6.1
Sugar (\$/lb)	13.3	0.8	2.3	10.6	-10.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.65	0.00	-0.16	0.00
Saudi Arabia	2.93	0.00	-0.05	0.28
UAE	2.87	-0.02	0.03	0.22
Kuwait	2.63	0.00	0.31	-0.02
Qatar	2.89	0.00	-0.02	0.24
Bahrain	3.92	0.00	-0.03	1.27

Source: Reuters

NOTES: (1) Prices updated as of February 24, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Friday. S&P 500 gained 0.6% while NASDAQ increased 0.9%. Dow Jones Industrial ended 0.7% higher. In Europe, UK gained 0.2%. Germany and France closed 0.3% and 0.4% higher, respectively.
- Asian markets are ended mixed on Friday. China was up 1.9%. Japan was down 0.2% higher while South Korea increased 0.1%. Hong Kong gained 0.7% while India was flat.
- GCC markets ended mixed on Thursday. Dubai ended 0.1% higher while Abu Dhabi gained 0.7%. Kuwait increased 0.3% while Qatar closed 1.1% higher. Oman and Bahrain were flat.
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 15 came at 3.7mn (prior: 3.6mn barrels). (Source: Econoday)
- US jobless claims for the week ended February 16 were 216K; (prior: 239K; consensus: 225K). (Source: Econoday)
- Change in Japan's CPI for January 2019 was 0.3% M/M, 0.2% Y/Y (prior: -0.2% M/M, 0.3% Y/Y). (Source: Econoday)
- According to a senior government official, Oman plans to slash its borrowing requirements for 2019 by as much as 70% and rely on asset sales to plug its budget deficit. The country will likely raise between USD 2bn (OMR 770mn) and USD 3bn (OMR 1.15bn) in bonds and loans. The budget had listed debt requirements of about USD 6.2bn (OMR 2.4bn). (Source: Arabian Business)
- According to Foreign Trade Report of 2018 by the Information & eGovernment Authority (iGA), Bahrain's value of non-oil exports increased by 9% as it reached BHD2.3bn (USD 6.1bn) during 2018 versus BHD 2.1bn (USD 5.5bn) for the previous year. (Source: Trade Arabia)
- Kuwait has signed up Obermeyer to manage its future projects including a new development plan for Kuwait International Airport. As per the deal, Obermeyer will provide consultancy services. (Source: Argam)
- Dubai Industrial Park has signed a long-term agreement with Lootah Real Estate Development to establish Senaayat, a pre-built industrial manufacturing development. The partnership includes a 49-year lease of land spanning one million square feet for the first phase of the project. (Source: Arabian Business)
- UAE based ADNOC Refining has awarded a Pre-Front End Engineering and Designing (Pre-FEED) contract to John Wood Group (WG LN) for a new refinery in Ruwais. (Source: Zawya)
- O Boticário, a leading Brazilian fragrance brand known, has announced the opening of its second store in Dubai which is the regional flagship concept store at the Dubai Mall, the largest shopping mall in the world. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 22 (prior: 3.7mn barrels) will be announced on February 27. (Source: Econoday)
- US jobless claims for the week ended February 23 (prior: 216K) will be announced on February 28. (Source: Econoday)
- US GDP for 4Q18 (prior: 3.4% Q/Q; consensus: 2.4% Q/Q) will be announced on February 28. (Source: Econoday)



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